

#### Proposed Amendments to the Red Sticker Program for Off-Highway Recreational Vehicles

April 25, 2019

# Purpose for Today

End Red Sticker program and reduce OHRV emissions

Align with federal requirements to minimize impact to OHRV industry

 Adopt more stringent standards to achieve needed emission reductions in 2027+



### Off-Highway Recreational Vehicles (OHRV)



ALL-TERRAIN VEHICLES (ATV)



OFF-HIGHWAY MOTORCYCLES (OHMC)



**UTILITY VEHICLES** 



**SIDE-BY-SIDES** 



**SNOWMOBILES** 



#### **OHRV Emission Sources**

Exhaust Emissions: during operation



**Evaporative Emissions: during storage** 





ROG – Reactive Organic Gases

NO<sub>x</sub> – Oxides of Nitrogen

# **OHRV Regulatory History**



1994: First OHRV exhaust emission standards

2006: U.S. EPA regulates OHRV with competition exemption

2017: Board Hearing
Information Update on Red
Sticker Assessment



# What is the Difference Between Red and Green Sticker Vehicles?



#### Green Sticker

- Must meet emission standards
- Ride year round
- All OHRV types





#### **Red Sticker**

- Exempt from emission standards
- Seasonal riding restrictions
- OHMCs and ATVs only







#### Why Was the Red Sticker Program Created?

 Allow more time for manufacturers to develop full range of compliant vehicles

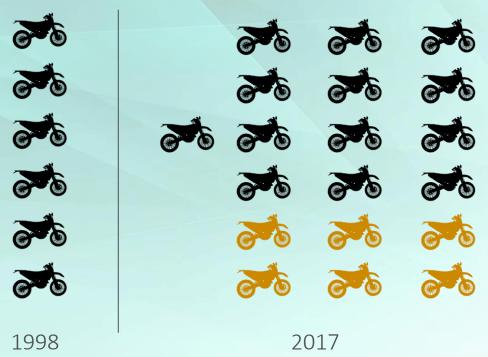
 Limit exhaust emissions in summer

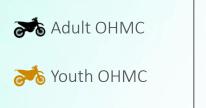
Allow for competition practice





#### More Green Sticker Models Available





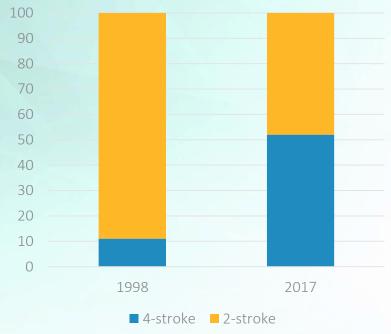
Over 3 times as many models today compared to when the program began



# Cleaner Technology is Available



#### Percentage of 2-stroke and 4-stroke Red Sticker OHMC Certifications





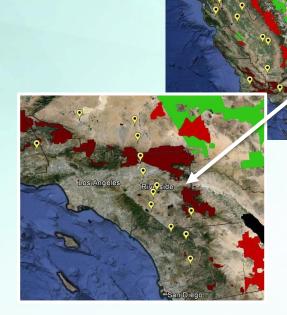
# Red Sticker 4-stroke OHMCs are Close to Meeting Standards





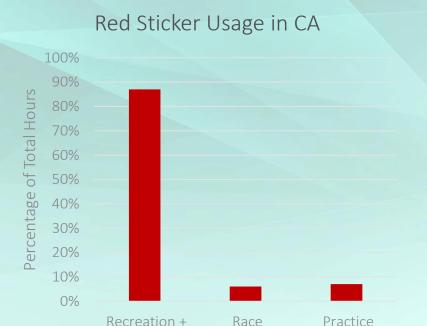
# Riding Restrictions Ineffective

- Red Sticker vehicles are operated in ozone nonattainment areas during the summer
- No control of evaporative emissions
- Expected emission benefits not realized



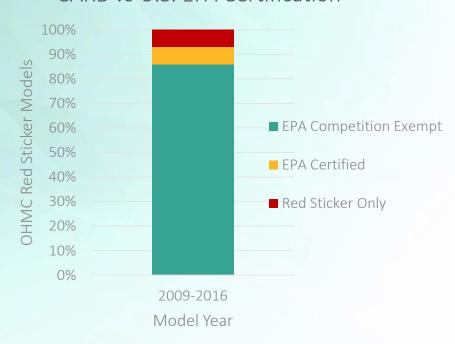


# Red Sticker Models Are Being Used Inconsistently with Federal Rules



Other

#### CARB vs U.S. EPA Certification





<sup>\*-</sup> CARB Red Sticker Owner Survey (2016), Other includes commuting and farm and agriculture

# Most OHRV Emissions are from Red Sticker OHMCs





# Sunset Red Sticker Program

- Program was meant to be temporary
- Does not provide expected emission benefits
- Not consistent with federal requirements
- Emissions are large and growing





## **Proposed Amendments**





#### **Alternative Certification Paths**

 Transfer of on-road evaporative systems

- Design-based certification
- Automatic fuel shut-off





# Flexibility for OHRV Manufacturers

- Flexible fleet averaging requirements for all OHRV
- Additional incentives (credits) for zero emission OHRV
- Youth model provisions





#### Current Red Sticker Models Can Meet Standards



Nearly 10 times as many certified models possible under proposed amendments



#### Reduce Emissions from ATVs & Side-by-Sides

- Suggested by industry
- Will offset relaxed OHMC standards
- Vehicles more suited to advanced controls
  - More space to house controls
  - Less sensitive to cost of controls







## **Benefits of Proposed Amendments**





# Cost of Proposed Amendments

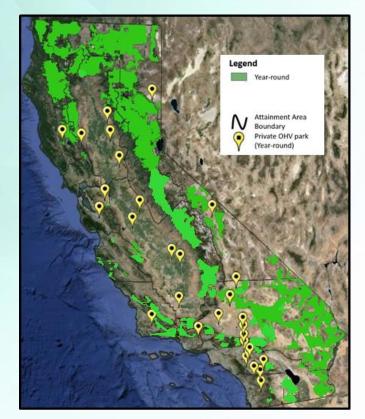
#### Average Increased Retail Cost Per OHMC: ~\$300

- Starts with MY2022
- Covers all manufacturers costs of adding controls to models with no emission controls
- Does not impact Green Sticker models
- Does not impact existing OHRV



### What the Proposal Will Do

- Increase Green Sticker vehicle availability in dealerships beginning with MY2020
- Harmonize with U.S. EPA standards in 2020
- End certification of new Red Sticker vehicles
- Lift seasonal riding restrictions for all existing Red Sticker OHRVs by 2025
- Promote cleaner OHMCs in 2027+





## What the Proposal Will NOT Do

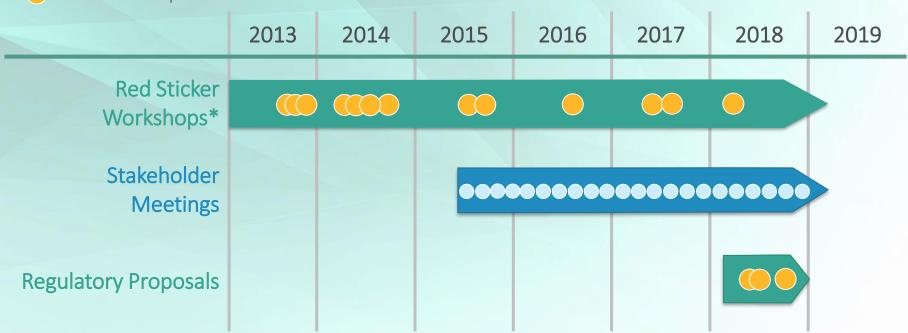
- Will NOT remove/restrict any existing
   Red Sticker vehicles
- Will NOT prohibit sale of uncontrolled OHRV for competition use
- Will **NOT** eliminate youth models





#### **Public Process**

Public Workshops



<sup>\*</sup> Workshops for design and planning for assessment updates, emissions inventory presentation, survey updates, and early regulatory proposals



# Stakeholder Concern: Model Availability



Model Availability

#### Staff Response

- Alternative certification pathways
- Flexible timing
- Consumers will have plenty of choices
- Harmonizes with U.S. EPA



# Stakeholder Concern: Competition Vehicles



Management of Competition Vehicles

#### Staff Response

- Competition is important to riders and the industry
- True competition OHMCs still allowed
- Practice for competitive events
- Collaborative process



### Stakeholder Concern: Zero Emission Vehicles



#### Staff Response

- Developing market segment
- ZEV emission credits
- Charging infrastructure
- Ongoing need for long term support



### Summary

- Red Sticker Program does not work as intended
- Need to end Red Sticker certification and riding restrictions
- Proposal minimizes disruption to off-road vehicle market
  - Provides reductions needed to meet air quality goals
  - Includes flexible certification pathways and timing
  - Controls are technologically feasible and cost-effective



### **Proposed 15-Day Changes**

- Staff proposes several changes based on stakeholder comments received:
  - Harmonize with U.S. EPA permeation test procedures
  - Modify youth model definition to 112cc
  - Clarify component certification requirements
  - Administrative and non-substantive changes



#### Staff Recommendation

- Adopt proposal, including 15-day changes
  - Provides reductions needed for air quality goals
  - Ends Red Sticker Program with minimal impact on stakeholders
- Collaborate with stakeholders to manage competition exempt OHRV
- Promote development of ZEV OHRV

